

STRATEGIC

DATA INC.



CORPORATE INFORMATION

HEAD OFFICE

1610, 17 Avenue S.W.
Calgary, Alberta T2T 0E3
Tel: (403)777-2277
Fax: (403)245-8578
Email: westec1@agt.com

DIRECTORS

Michael C. Burns
Vancouver, B.C.

Robert B. Knight
Calgary, Alberta

Spencer Bozak
Calgary, Alberta

Daniel J. McGinn
Calgary, Alberta

William DeJong
Calgary, Alberta

Wayne Goranson
Regina, Saskatchewan

OFFICERS

Michael C. Burns
Chairman

Robert B. Knight
Vice Chairman

Spencer Bozak
President

James V. Williams
Treasurer

Daniel J. McGinn
Secretary

CORPORATE COUNSEL

Miles Davison McCarthy
Calgary, Alberta

BANKERS

Hongkong Bank of Canada
Calgary, Alberta

AUDITORS

Antony Bleackley Hanson & McCowan
Calgary, Alberta

REGISTRAR & TRANSFER AGENT

The R-M Trust Company
Calgary, Alberta

EXCHANGE LISTING

Alberta Stock Exchange
Trading Symbol: SDA

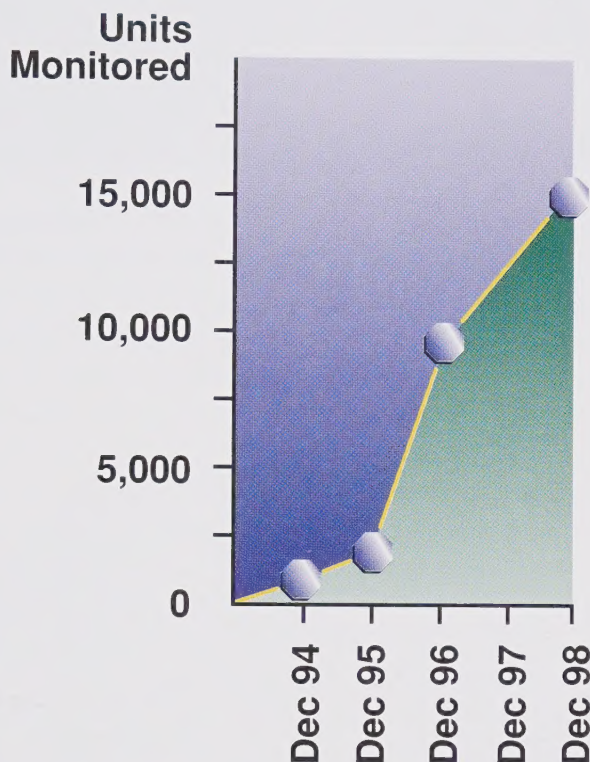
OTHER OFFICE LOCATIONS

10450 - 174 Street
Edmonton, Alberta T5S 2G9
Tel: (403) 483-7900
Fax: (403) 483-6115
Email: westeced@planet.com.net





Winspear Business Reference Room
University of Alberta
1-18 Business Building
Edmonton, Alberta T6G 2R6



At Strategic Data Inc., we completed our first year of operation on a very strong note. Following a well defined strategic plan in 1995, we undertook series of acquisitions, implemented sales development projects, and added to our diverse and effective management team, ending the year with an increased revenue stream fostered by a continuously expanding customer base.

By strengthening Strategic Data Inc.'s infrastructure in Calgary and Edmonton, we have substantially increased the presence of our subsidiary, WESTEC, as a contending force in the Canadian security industry.



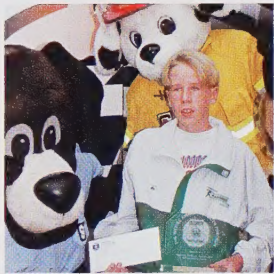
THE WESTEC YOUTH HEROISM AWARD

This Award Program is established in the communities WESTEC serves currently. Co-sponsored by the Edmonton Police Service, and the Edmonton Emergency Response Department, along with the Calgary Fire Department and the Calgary Emergency Medical Services—it was established in June 1995

to honour youths who have performed heroic deeds, or reacted with clear thinking and action in an emergency situation.

Throughout this report we present a sampling of these young heroes.

THE MANAGEMENT TEAM



Ryan Oscar,

age 14. Thanks
to his description,
RCMP officers
apprehended two
unlawfully-at-large
bandits when
Ryan found
the two men
searching
his home.

The dynamic management team assembled for Strategic Data Inc. is founded upon the winning combination of innovation, entrepreneurship, and expertise.

- P. Spencer Bozak, president and COO, combines a thorough knowledge of the North American security industry, with vast experience in the formation and operation of numerous profitable businesses. Mr. Bozak's expertise and vision will contribute to the growth, and ultimate success of Strategic Data Inc.
- Michael C. Burns, chairman. Strategic Data Inc. looks to Mr. Burns' diverse experience as former senior executive with both BC Gas Inc. and IBM, to provide the strategic vision necessary to our continued success.
- Jim Williams, Chief Financial Officer, is a Chartered Accountant with an extensive background in corporate finance and investor relations. Mr. Williams' innovative approach and previous experience with the Trizec group of companies gives Strategic Data Inc. the edge in navigating our company's financial matters.
- Robert B. Knight, vice chairman and CEO, is involved in numerous public and privately held companies. Mr. Knight serves as chairman of Lateral Vector Resources Inc., a publicly traded oil company, and as president of Denro Group Ltd., whose interests are based in oil and gas, real estate, fund management, life insurance, and high technology companies.

THE ADVISORY COUNCIL

The Advisory Council, headed by Doug Silbernagel, Vice President of Communications, is comprised of the men and women who owned and operated the various security companies assimilated by Strategic Data Inc. The years of industry experience these individuals bring to the Council, and their close relationship with our customer base provides WESTEC with an invaluable resource to draw upon. The Council continues to add new members, and, in the coming years, will foster the successful growth of our company.



Top: Doug Silbernagel, Eagle Security.
Middle: Linda Silbernagel, Eagle Security; Scott Youngblood, Secure Dependable Communications; Jim Baker, Mitcom Systems.
Bottom: Casey Silbernagel, Secure Dependable Communications; Dave Dubbin, Professional Protection Services; Troy McCleary, Barrier Security Alarm.



Jeannie Monilaws,

age 11. Reacted

when two individuals

entered her home.

Jeannie kept herself

and her sister

safe until the

intruders left.

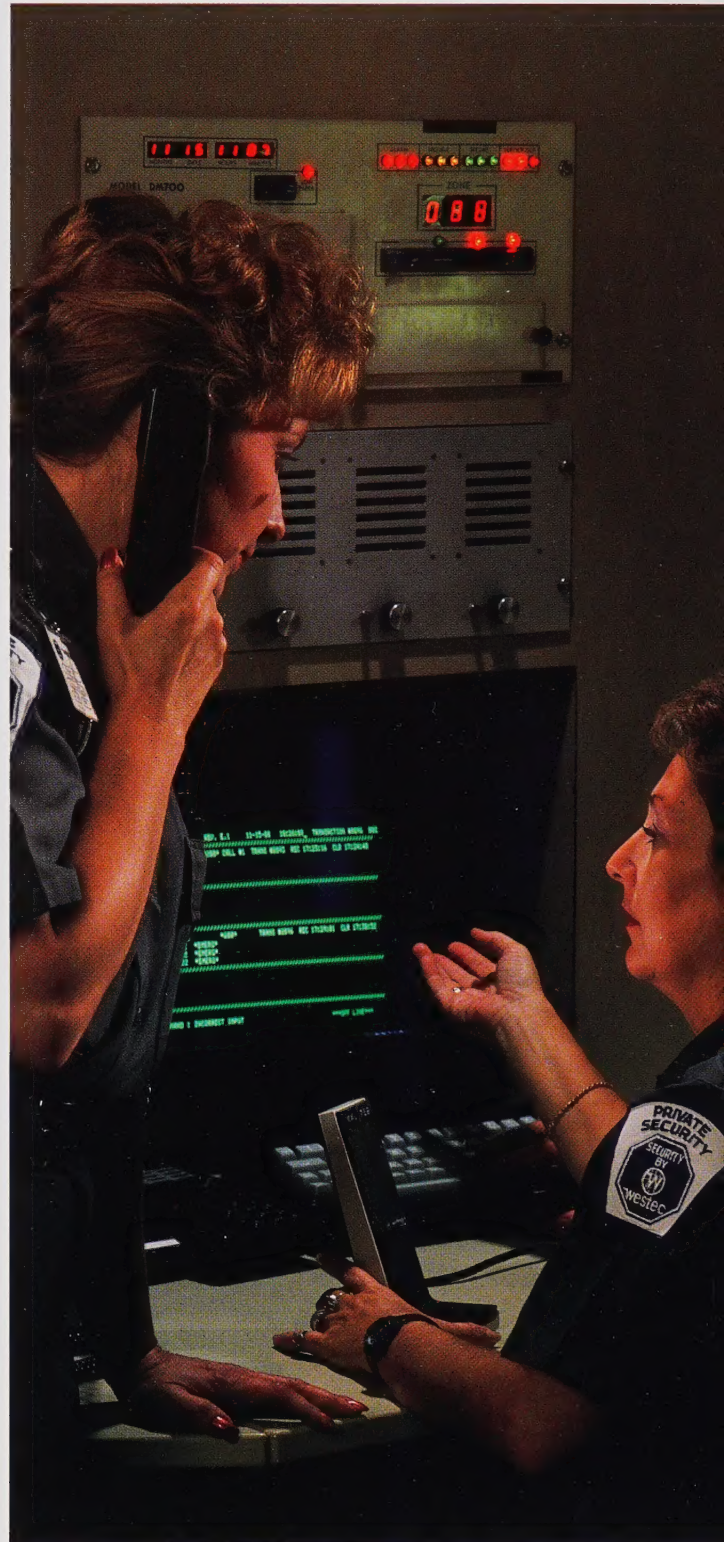
THE WESTEC STORY

Established over 25 years ago in California, WESTEC was purchased in 1982 by a subsidiary of Secom Japan, the largest security company in the world with sales in excess of 3 billion dollars U.S. annually. WESTEC's international success is based upon a commitment to top quality security products and superior service. WESTEC is the only all inclusive security services firm. WESTEC designs, manufactures, distributes, installs, and monitors security systems throughout North America.

Strategic Data Inc. is the franchise holder for WESTEC in Canada.



Andrea Pearcy,
age 14. Reacted
when she saw a
house on fire.
Her quick response
helped save the lives
of two toddlers and
their mother.

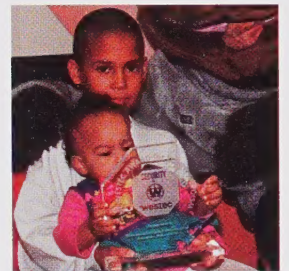


WESTEC IN CANADA



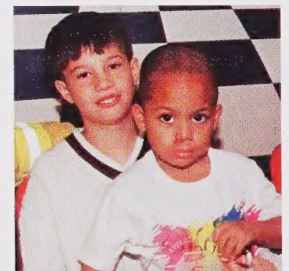
In Calgary and Edmonton, WESTEC has a full complement of sales staff and installation teams, as well as state of the art Communication Centres. The COMM Centres form the heart of our security business. Local COMM centres differentiate us from our competitors. Where some companies monitor their accounts from one, in many cases, distant superstation, WESTEC chooses to monitor clients locally. Our customers prefer WESTEC's commitment to personal service. Local Communications Centres generate additional revenue for WESTEC by allowing us the opportunity to monitor the customers of other security firms. This revenue stream is currently provided to other companies on a wholesale basis.

In the process of fortifying the infrastructure of Alberta's two COMM Centres with a solid team of highly trained technicians and support personnel, WESTEC has also attracted a powerful and highly efficient management team. The people within Strategic Data Inc. offer a wealth of experience and business acumen which will ultimately set this company apart from its competitors.



Dermott Johnson,

age 9,



Jessie Horner,

age 11. Pulled

Gabrielle and

Andrew out of a

car after the front

end engulfed

in flames.

PATROL



Leanna Murtha, and

Twyla Bailey

age 12, and age 13.

Pulled 10 year-old

Randy Murtha out

of a frozen creek

after he had

fallen in and

went under

the ice.

WESTEC'S success in the United States is built upon its highly regarded security systems and presence of its professional security patrol.

WESTEC has years of experience in the establishment and operation of private patrols, in news clips, movies and real life it's the Westec Patrol that gets the attention, it's this patrol presence that gives WESTEC'S customers a sense of safety.

The WESTEC PATROL differentiates us from ordinary alarm companies, we intend to develop Westec Patrol in Canada. The key to alarm monitoring growth is patrol when you see a patrol car in your neighborhood you want that company to be your protection provider.

As we continue to develop our services we see WESTEC PATROL as a significant opportunity to expand our operations.

THE FUTURE

Along with the expansion of WESTEC to major centres nationally, Strategic Data Inc. envisions, the future of WESTEC to include additional security related products. Home management services matched with CEBus appliance interface modules will bring new cost savings and convenience to our customers. This increased system value will present new opportunities for profit.

Expanded use of our communications centre for the management of non-traditional monitoring applications will position WESTEC to generate even greater revenues from our investment in "state of the art computerized communications centres."

In the United States WESTEC is the prestige security provider, in Canada, we will

continue to foster that market positioning. Local comm centres, white glove installations, WESTEC designed and manufactured systems, and the introduction of WESTEC PATROL will assure our position in the minds of Canadians.

As the need for home, business and personal security continues to expand in Canada—Strategic Data Inc. will be there...a leader in quality, innovation, and profitability.

Note: as of time of printing of this report, Strategic Data Inc. has entered into purchase agreements with two security firms, these new acquisitions will add approximately 3200 new monitoring accounts to our comm centres. Both these new acquisitions are planned for June 1, 1996.



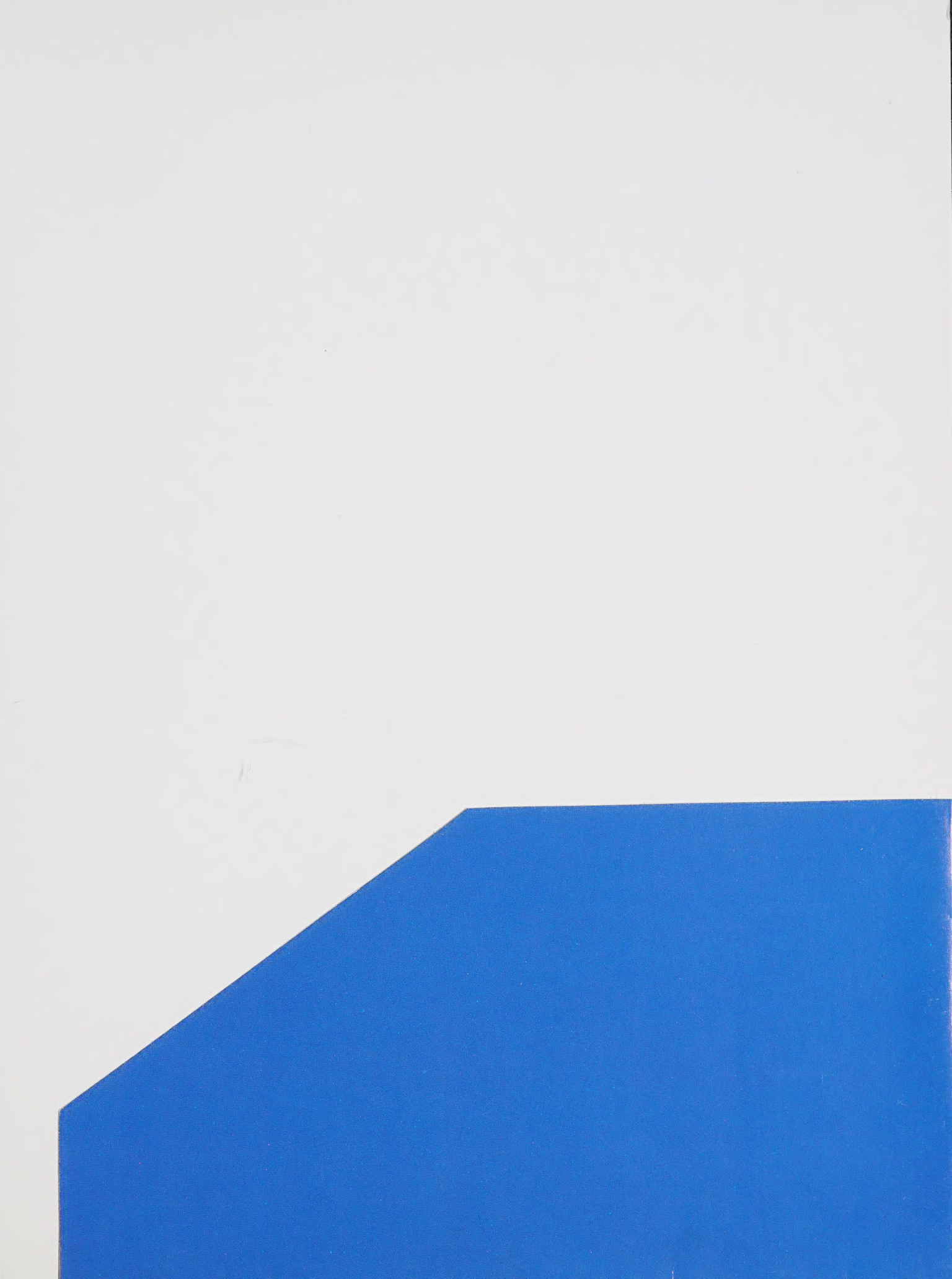
Danielle Moran,
age 8. Reacted
when Gabrielle
Fayant went
into diabetic
shock.





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